

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 525 - SB 904**

March 6, 2013

**SUMMARY OF BILL:** Authorizes the governing body of any incorporated city or town to enter into contracts to participate in the state's regional library program.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – \$362,000**

**Assumptions:**

- According to the Secretary of State, this will extend the Regional Library system to residents in Shelby and Hamilton Counties outside of Memphis and Chattanooga.
- According to the 2011 Census Bureau estimates, this will include a population of 453,757 residents. This represents an 11 percent increase in residents served by the Regional Libraries.
- According to the Secretary of State, there are currently seven libraries serving this population.
- Based on current per capita costs, recurring material costs are \$0.42 per capita. A recurring increase in state expenditures of \$190,577 ( $\$0.42 \times 453,577$ ).
- A recurring increase in state expenditures of \$36,601 for statewide services and \$134,813 for regional support.
- The total recurring increase in state expenditures is estimated to be \$361,991 (\$36,601 statewide services + \$190,577 material costs + \$134,813 regional support).

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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